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8 **UNITED STATES DISTRICT COURT**
9 **NORTHERN DISTRICT OF CALIFORNIA**

10 EUNICE JOHNSON, individually, on behalf of)
11 all others similarly situated, and the general)
12 public,)

12 Plaintiff,)

13 v.)

14 TRIPLE LEAF TEA INC.,)

15 Defendant.)

CASE NO. 3:14-cv-01570-MMC

CLASS ACTION

**FINAL JUDGMENT AND ORDER:
(1) APPROVING CLASS ACTION
SETTLEMENT, (2) AWARDING
CLASS COUNSEL FEES AND
EXPENSES, (3) AWARDING CLASS
REPRESENTATIVE INCENTIVE
AWARD, (4) PERMANENTLY
ENJOINING PARALLEL
PROCEEDINGS, AND (5) DISMISSING
ACTION WITH PREJUDICE**

Judge: Hon. Maxine M. Chesney
Courtroom: 7 (19th Floor)

Complaint Filed: April 4, 2014

1 **I. PROCEDURAL HISTORY**

2 Plaintiff Eunice Johnson filed a Complaint against Defendant Triple Leaf Tea, Inc. in this
 3 action (the “Parties”), as styled above (the “Litigation”), alleging violations of California’s
 4 Unfair Competition Law ([“UCL”] Cal. Bus. & Prof. Code §§ 17200, *et seq.*), False Advertising
 5 Law ([“FAL”] Cal. Bus. & Prof. Code §§ 17500, *et seq.*), the Consumers Legal Remedies Act
 6 ([“CLRA”] Cal. Civ. Code §§ 1750, *et seq.*), and breach of express and implied warranties. Dkt.
 7 No. 1. Defendant manufactures, markets and sells in the United States three teas at issue in this
 8 Settlement (“the Products”). Plaintiff alleges that Defendant’s labeling and marketing of their
 9 Products is false and misleading.

10 After arms-length settlement discussions, the Parties have entered into a Settlement
 11 Agreement (“Settlement” or “Agreement”) dated May 15, 2015, which, if approved, would
 12 resolve this putative class action. Currently pending before the Court is Plaintiff’s Motion for
 13 Final Approval of the Settlement Agreement and Plaintiff’s Motion for Attorneys’ Fees and
 14 Incentive Award for the Class Representative.

15 After consideration of the Parties’ briefs and the briefs submitted by the objectors to the
 16 Settlement, this Court hereby **GRANTS** Final Approval of the Settlement.

17 On June 26, 2015, the Court entered its Order (1) Preliminarily Approving Class Action
 18 Settlement, (2) Certifying Class, (3) Appointing Class Representatives and Class Counsel, (4)
 19 Approving Notice Plan, and (5) Setting Final Approval Hearing (“Preliminary Approval Order”),
 20 in which it preliminarily approved the Settlement Agreement. The Court also scheduled a
 21 hearing to determine whether the Settlement is fair, reasonable, adequate, in the best interests of
 22 the Class, and free from collusion, such that the Court should grant Final Approval of the
 23 Settlement, and to consider Plaintiff’s motion for an award of attorneys’ fees, costs and litigation
 24 expenses, and incentive for the Class Representative (“Fairness Hearing”).

25 The Court has considered:

- 26 • The points and authorities submitted by Plaintiff in support of the motion for final
 27 approval of the Settlement (“Final Approval Motion”);

- The points and authorities submitted by Plaintiff in support of the motion for an award of attorneys' fees and litigation expenses, and approval of incentive award for the Class Representative ("Fee Motion");
- The declarations and exhibits submitted in support of said motions;
- The Settlement Agreement;
- The entire record in this proceeding, including but not limited to the points and authorities, declarations, and exhibits submitted in support of preliminary approval of the Settlement, filed May 15, 2015;
- The Notice Plan, providing full and fair notice to the Class;
- The existence of only 2 exclusions from and only 2 objections to the Settlement, and the substance of those objections;
- The absence of any objection or response by any official after the provision of all notices required by the Class Action Fairness Act of 2005, 28 U.S.C. §1715;
- The oral presentations of Class Counsel and Counsel for Defendant;
- This Court's experiences and observations while presiding over this matter, and the Court's file herein; and
- The relevant law.

Based upon these considerations and the Court's findings of fact and conclusions of law as set forth in the Preliminary Approval Order and in this Final Judgment and Order (1) Approving Class Action Settlement, (2) Awarding Class Counsel Fees and Expenses, (3) Awarding Class Representative Incentive, (4) Permanently Enjoining Parallel Proceedings, and (5) Dismissing Action with Prejudice ("Final Approval Order"), and good cause appearing, **IT IS HEREBY ORDERED AND DECREED:**

1. Definitions. The capitalized terms used in this Final Approval Order shall have the meanings and/or definitions given to them in the Settlement Agreement or, if not defined therein, the meanings and/or definitions given to them in this Final Approval Order.

2. Incorporation of Documents. This Final Approval Order incorporates the Settlement Agreement, filed as an Exhibit to the Declaration of Ronald A. Marron in support of

preliminary settlement approval on May 15, 2015, including all exhibits thereto, and the Court's findings and conclusions contained in its Preliminary Approval Order.

3. Jurisdiction. The Court has personal jurisdiction over the Parties, the Class Members, including objectors, and Defendant. The Court has subject matter jurisdiction over this action, including, without limitation, jurisdiction to approve the Settlement, to settle and release all claims alleged in the action and all claims released by the Settlement, including the Released Claims, to adjudicate any objections submitted to the proposed Settlement, and to dismiss this action with prejudice. All Class Members who did not exclude themselves according to the Court's prior orders and the terms of the Class Notices have consented to the jurisdiction of this Court for purposes of this action and the Settlement of this action.

Findings and Conclusions

4. Definition of the Class and Class Members. The Court's Preliminary Approval Order defines the "Class," which is comprised of the "Class Members," as follows:

All persons who purchased, on or after April 4, 2010, Defendant's Dieter's Green Herbal Tea, Ultra Slim Herbal Tea, and/or Super Slimming Herbal Tea Products, in all sizes and package iterations, for personal or household use during the Class Period (April 4, 2010 to October 16, 2015). Excluded from the Class are Triple Leaf, its employees, parents, subsidiaries, affiliates, officers and directors, and those who purchased the Products for resale.

The Court affirms its certification of the Class, as set forth in the Preliminary Approval Order. All Class Members are subject to this Final Approval Order and the Final Judgment to be entered by the Clerk of Court in accordance herewith.

The following two individuals submitted timely requests for exclusion, and, accordingly, are not members of the Class: Dominic Edward Walker, Sr., and Arthur Collier-Robinson.

5. Class Certifications (Rule 23)

A. Numerosity

Defendant's sales in the United States number in the thousands annually. See Decl. of Vincent Lam in Supp. of Final Approval ¶ 6. For the purposes of this Settlement, no party or

1 objector contests numerosity. The Court finds that the Class is sufficiently numerous that joinder
2 of all class claims is impracticable. Fed. R. Civ. P. 23(a)(1).

3 **B. Commonality**

4 The Court finds that there are questions of law and fact common to the Class, as to
5 whether Defendant made false or deceptive marketing claims about its Products. All Class
6 Members allege the same injury: loss of money spent purchasing the allegedly deceptive-labeled
7 Products. All Class Members were exposed to the same or substantially similar contested
8 labeling claims regarding the health benefits of the Products. Accordingly, the Court affirms its
9 prior ruling under Rule 23(a)(2).

10 **C. Typicality**

11 The Court finds that Plaintiff's claims are reasonably co-extensive with those of the other
12 Class Members so as to meet Rule 23(a)(3)'s requirements. Typicality is a "permissive"
13 standard under which "representative claims are 'typical' if they are reasonably co-extensive
14 with those of absent class members; they need not be substantially identical." *Hanlon v. v.*
15 *Chrysler Corp.*, 150 F.3d 1011, 1020 (9th Cir. 1998). For the purposes of this Settlement, the
16 Parties and objectors do not contend the Class lacks typicality. The Court therefore affirms its
17 prior order, finding that the Plaintiff's claims are reasonably coextensive with those of the Class.

18 **D. Adequacy of Class Representative**

19 Having considered the factors set forth in Rule 23(g)(1), the Court finds that Plaintiff and
20 Class Counsel are adequate class representatives. For the purposes of this Settlement, the Parties
21 and objectors do not contend the Class lacks adequate representation. Class Counsel has fully
22 and competently prosecuted all causes of action, claims, theories of liability, and remedies
23 reasonably available to the Class Members. The Court hereby affirms its appointment of the
24 Law Offices of Ronald A. Marron, APLC as Class Counsel. The Court also affirms its
25 appointment of Eunice Johnson as Class Representative, finding that she possesses no interests
26 adverse to the Class and is adequate to represent the Class.

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E. Rule 23(b) Has Been Satisfied

For the purposes of this Settlement, the Parties contend that the elements of Rules 23(b)(2) and (b)(3) have been met. The Court finds that Defendant has acted or refused to act on grounds that apply generally to the class, so that final injunctive relief is appropriate respecting the class as a whole, Fed. R. Civ. P. 23(b)(2); that questions of law and fact as to whether a reasonable consumer would find the Products' packaging deceptive predominate over individual questions. Plaintiff alleges a common injury on behalf of the Class, specifically the loss of the purchase price of the Products, and the Products' respective packaging was standard across the United States and consistent throughout the Class Period. The Court also finds that resolution on a class-wide basis is superior for purposes of judicial efficiency and to provide a forum for absent Class Members, who are unlikely to bring individual suits to recover the sum of approximately \$3 per Product. The Court therefore affirms its prior ruling that the Class satisfies Rule 23(b)(3). The Court also affirms its prior ruling that the Class satisfies Rule 23(b)(2). The primary relief sought in this action was injunctive relief in the form of labeling changes to the Products' labels.

6. The Settlement. The Court finds that the Settlement is fair, reasonable, and adequate to the Class, in light of the complexity, expense, and likely duration of the litigation (including appellate proceedings), and the risks involved in establishing liability, damages, and in maintaining the action as a class action, through trial and appeal. *See Rodriguez v. West Publ'g Corp.*, 563 F.3d 948, 963 (9th Cir. 2009). The Settlement is the result of arms-length negotiation and there is no evidence of collusion or other conflicts of interest between Plaintiff, Class Counsel, and the Class. *See In re Bluetooth Headset Prods. Liab. Litig.*, 654 F.3d 935, 946 (9th Cir. 2011).

A. The Parties reached the proposed Settlement only after proceeding with voluntary investigation and discovery in this action, and following protracted negotiations before a capable and well-respected mediator, the Honorable Ronald M. Sabraw of JAMS Arbitration, Mediation, and ADR Services. For a period of over several months, the Parties engaged in

1 extensive negotiations, including joint and individual mediation sessions with Judge Sabraw, and
2 the Parties' own follow-up negotiations, in order to reach agreement over the specific terms of
3 the proposed Settlement.

4 Plaintiff and Class Counsel maintain that this action and the claims asserted herein are
5 meritorious and that Plaintiff and the Class would have prevailed at trial. Notwithstanding,
6 Plaintiff and Class Counsel have agreed to settle the action pursuant to the provisions of the
7 Settlement, after considering, among other things: (i) the substantial benefits to Plaintiff and the
8 Class under the terms of the Settlement; (ii) the uncertainty of being able to prevail at trial; (iii)
9 the uncertainty relating to Defendant's defenses and the expense of additional motion practice in
10 connection therewith; (iv) the issues relating to proving damages on an individual Class Member
11 basis; (v) the attendant risks, difficulties, and delays inherent in litigation, especially in complex
12 actions such as this; and (vi) the desirability of consummating this Settlement promptly in order
13 to provide effective relief to Plaintiff and the Class. Plaintiff and Class Counsel agree that the
14 Settlement is fair, reasonable, and adequate because it provides substantial benefits to the Class,
15 is in the best interests of the Class, and fairly resolves the claims alleged in this action.

16 Defendant expressly denies any wrongdoing alleged in the pleadings in the action, and
17 does not admit or concede any actual or potential fault, wrongdoing, or liability in connection
18 with any facts or claims which have been or could have been alleged against it in the action.
19 Defendant asserts that it sells, manufactures, and markets the Products in accordance with the
20 Food, Drug, and Cosmetic Act. Defendant nonetheless considers it desirable for the action to be
21 settled and dismissed because the proposed Settlement will: (i) avoid further expense and
22 disruption of the management and operation of Defendant's businesses due to the pendency and
23 defense of the action; (ii) finally put Plaintiff's and the Class' claims and the underlying matters
24 to rest; and (iii) avoid the substantial expense, burdens, and uncertainties associated with a
25 potential finding of liability and damages on the claims alleged in the Complaint.

26 The Parties engaged in thorough formal and informal discovery, which included, *inter*
27 *alia*, claims and defenses on the issue of the federal Food, Drug, and Cosmetic Act ([“FDCA”])
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21 U.S.C. § 301, *et seq.*), and whether the Products complied with the FDCA, and California-specific rules pertaining to Products containing senna leaf. Accordingly, the Parties were well-versed in the merits, risks, and likelihood of success, should this action have been litigated through trial.

Based upon the stage of litigation reached concerning relevant legal issues and the Parties' exchange of information through the discovery process, Plaintiff and Defendant were fully informed of the legal bases for the claims and defenses herein, and capable of balancing the risks of continued litigation and the benefits of the Settlement. Class Counsel and Defendant's counsel are highly experienced civil litigation attorneys with specialized knowledge in food and drug labeling issues, and complex class action litigation generally. Class Counsel and Defendant's counsel are capable of properly assessing the risks, expenses, and duration of continued litigation.

B. The Settlement affords meaningful injunctive relief. Pursuant to the Settlement Agreement, the labeling of the Products shall be substantially revised. The labeling for Defendant's Dieter's Green will be revised as set forth in Exhibit C to the Settlement ("Exhibit C"); the labeling for Defendant's Ultra Slim will be revised as set forth in Exhibit C; and the labeling for Defendant's Super Slimming will be revised as set forth in Exhibit C. The key revisions for each tea are as follows:

Dieter's Green:

- The name of Dieter's Green will be changed to Diet Green.
- Whorled mallow, an ingredient at issue in the Complaint, has been removed from this tea.
- The statement that "Research indicates that green tea's antioxidants help promote health metabolism[]" has been removed.
- The statement that "Recently, here in the West, people have discovered the value of this ancient system which focuses on aiding the body's own healing mechanisms through restoring harmony and balance[]" has been removed.
- The statement that "The Chinese System of herbology has been recorded in ancient texts which are studied and employed even today[]" has been removed.

- The statement that “This time tested knowledge has been passed on from generation to generation over the centuries[]” has been removed.
- The statement, “Remember when dieting to follow a balanced weight loss diet . . .” has been removed.
- The warning that “This tea is not intended to be used for chronic constipation or as an aid to lose weight” has been added.
- The warning that “Frequent or prolonged use of laxatives may result in dependence on laxatives” has been added.
- In addition to the required Senna Notice, the warning that “Senna may result in abdominal pain, cramping, and loose or watery stools” has been added.

Ultra Slim

- Whorled mallow, an ingredient at issue in the Complaint, has been removed from this tea.
- The statement that “Recently, here in the West, people have discovered the value of this ancient system which focuses on aiding the body’s own healing mechanisms through restoring harmony and balance[]” has been removed.
- The statement that “The Chinese System of herbology has been recorded in ancient texts which are studied and employed even today[]” has been removed.
- The statement that “This time tested knowledge has been passed on from generation to generation over the centuries[]” has been removed.
- The statement, “Remember when dieting to follow a balanced weight loss diet . . .” has been removed.
- The warning that “This tea is not intended to be used for chronic constipation or as an aid to lose weight” has been added.
- The warning that “Frequent or prolonged use of laxatives may result in dependence on laxatives” has been added.
- In addition to the required Senna Notice, the warning that “Senna may result in abdominal pain, cramping, and loose or watery stools” has been added.

Super Slimming

- The name of Super Slimming will be changed to Super Slim.

- 1 • Whorled mallow, an ingredient at issue in the Complaint, has been removed
2 from this tea.
- 3 • The statement that “Recently, here in the West, people have discovered the
4 value of this ancient system which focuses on aiding the body’s own healing
mechanisms through restoring harmony and balance[]” has been removed.
- 5 • The statement that “The Chinese System of herbology has been recorded in
6 ancient texts which are studied and employed even today[]” has been
removed.
- 7 • The statement that “This time tested knowledge has been passed on from
8 generation to generation over the centuries[]” has been removed.
- 9 • The statement, “Remember when dieting to follow a balanced weight loss diet
10 . . .” has been removed.
- 11 • The warning that “This tea is not intended to be used for chronic constipation
or as an aid to lose weight” has been added.
- 12 • The warning that “Frequent or prolonged use of laxatives may result in
13 dependence on laxatives” has been added.
- 14 • In addition to the required Senna Notice, the warning that “Senna may result
15 in abdominal pain, cramping, and loose or watery stools” has been added.

16 In addition, the FDA Disclaimer will remain on the Products’ packaging in a legible font size
17 and will be conspicuously displayed on the package in a readable font color, in comparison to
18 any background coloring on the package. Defendant will modify its website to comport with the
19 modifications to the Products’ packaging and labeling, set forth above.

20 Defendant shall have eighteen (18) months after the date the Settlement is finally
21 approved to complete the labeling changes referred to in Section 4.1 of the Settlement
22 Agreement. Defendant may continue to market and ship product stock with existing labeling for
23 up to eighteen (18) months following final approval, as contemplated by the eighteen month time
24 period it will take to complete the labeling changes as set forth herein, and that third-party
25 retailers and distributors may have on hand product stock in existing labeling for some time after
26 the Settlement is finally approved. To the extent that any state and/or federal statute, regulation,
27 policy, and/or code may, in the future, impose other, further, different and/or conflicting
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1 obligations or duties on Defendant with respect to the Products, this injunctive relief shall cease
2 as to Defendant's conduct covered by that statute, regulation, policy, and/or code as of the
3 effective date of such statute, regulation, policy, and/or code.

4 The Court has considered the realistic range of outcomes in this matter, including the
5 amount Plaintiff might receive if she prevailed at trial, the strength and weaknesses of the case,
6 the novelty and number of the complex legal issues involved, and the risk that Plaintiff and the
7 Class would receive less than the Settlement relief or take nothing at trial. The relief offered by
8 the Settlement is fair, reasonable, and adequate in view of these factors.

9 **C.** The Court has found no evidence of collusion between Plaintiff and
10 Defendant or their respective counsel. The Settlement resulted from extensive arms-length,
11 adversarial negotiation. Up to and through Settlement, both Parties have vigorously litigated and
12 negotiated this action. Further, the Court has evaluated the factors set forth by the Ninth Circuit
13 and determined that there was no collusion. *See In re Bluetooth Headset Prods. Liab. Litig.*, 654
14 F.3d 935, 947 (9th Cir. 2011) (the three factors are: "(1) when counsel receive a disproportionate
15 distribution of the settlement, . . . (2) when the parties negotiate a 'clear sailing' arrangement
16 providing for the payment of attorneys' fees separate and apart from class funds, . . . and (3)
17 when the parties arrange for fees not awarded to revert to defendants . . ."). Defendant has
18 agreed to pay Class Counsel \$250,000, which represents their lodestar even without a multiplier
19 (indeed, it reflects a small negative multiplier because Class Counsel's lodestar exceeded the
20 negotiated award), and is well within the range courts have allowed in the Ninth Circuit. The
21 Parties also agreed to the terms of the Settlement before discussing attorneys' fees, another factor
22 which weighs against a finding of collusion.

23 **D.** The response of the Class to this action, the certification of a class, and the
24 Settlement, including Class Counsel's application for an award of attorneys' fees, litigation
25 expenses, and the Class Representative's incentive awards, after full, fair, and effective notice
26 thereof, strongly favors final approval of the Settlement. Out of the estimated hundreds of
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1 thousands who received Notice, only two class members submitted valid requests for exclusion.
2 Moreover, only two objections were filed, which the Court, as discussed below, has overruled.

3 **7. Notice to the Class.** The Class has received the best practicable notice in light of
4 the fact that Defendant does not collect or maintain information sufficient to identify Class
5 Members. The Parties' selection and retention of Kurtzman Carson Consultants LLC ("KCC")
6 as the Class Action Administrator was reasonable and appropriate. Based on the Declaration of
7 Phil Cooper of KCC, the Court hereby finds that the Settlement Notices were published to the
8 Class Members in the form and manner approved by the Court in its Preliminary Approval
9 Order. The Settlement Notices provided fair, effective, and the best practicable notice to the
10 Class of the Settlement and the terms thereof. The Notices also informed the Class of Plaintiff's
11 intent to seek attorneys' fees, costs, and incentive payments, and set forth the date, time, and
12 place of the Fairness Hearing and Class Members' rights to object to the Settlement or Fee
13 Motion and to appear at the Fairness Hearing. The Court further finds that the Settlement
14 afforded Class Members a reasonable period of time to exercise such rights. *See In re Mercury*
15 *Interactive Corp. Secs. Litig.*, 618 F.3d 988, 994 (9th Cir. 2010) (class members' deadline to
16 object must arise after class counsel's fee motion is filed). The Settlement Notices fully satisfied
17 all notice requirements under the law, including the Federal Rules of Civil Procedure, the
18 requirements of the California Legal Remedies Act, Cal. Civ. Code § 1781, and all due process
19 rights under the U.S. Constitution and California Constitutions.

20 **8. Notices Pursuant to 28 U.S.C. § 1715.** The Court finds that Defendant has
21 satisfied all notice requirements of the Class Action Fairness Act of 2005 ("CAFA"), 28 U.S.C. §
22 1715, as attested to by the Cooper Declaration. On May 21, 2015, at Defendant's direction,
23 KCC served the notices required by 28 U.S.C. § 1715(b), which included a copy of the
24 Settlement Agreement and other required documents, as well as notice of the date, time, and
25 place of the Fairness Hearing. The Court has received no objection or response to the Settlement
26 Agreement by any federal or state official, including any recipient of the foregoing notices. This
27 fact further supports the fairness of the Settlement.

1 **9. Implementation of Settlement.** The Parties are directed to implement the
2 Settlement according to its terms and conditions.

3 **10. Release.** The Release set forth in the Settlement Agreement is expressly
4 incorporated herein in all respects, is effective as of the date of the entry of this Final Order, and
5 forever discharges the Released Parties from any claims or liabilities released by the Settlement,
6 including the Released Claims, and including without limitation a waiver of all rights under
7 Section 1542 of the California Civil Code. This Release covers, without limitation, any and all
8 claims for attorneys' fees and expenses, costs or disbursements incurred by Class Counsel, the
9 Settlement of this Action, the administration of such Settlement, and the Released Claims, except
10 to the extent otherwise specified in this Order and the Settlement Agreement.

11 **11. Binding Affect and Permanent Injunction.** The Settlement and this Final Order
12 and Judgment shall be forever binding on the Plaintiff and all other Class Members, as well as
13 their heirs, executors and administrators, successors and assigns, and shall have res judicata and
14 other preclusive effect in all pending and future claims, lawsuits, or other proceedings
15 maintained by or on behalf of any such persons, to the fullest extent allowed by law. The Court
16 hereby permanently enjoins all Class Members from filing, commencing, prosecuting,
17 intervening in, maintaining, participating (as class members or otherwise) in, or receiving any
18 benefits from, any lawsuit (including putative class action lawsuits), arbitration, administrative or
19 regulatory proceeding or order in any jurisdiction asserting any claims released by this Order;
20 and from organizing Class Members into a separate class to pursue as a purported class action
21 any lawsuit (including by seeking to amend a pending complaint to include class allegations, or
22 seeking class certification in a pending action) asserting any claims released by this Order.
23 Nothing in this paragraph, however, shall require any Class Member to take any affirmative
24 action with regard to other pending class action litigation unrelated to this action in which they
25 may be absent class members. Defendant has reserved the right to file motions or to take other
26 actions to enforce the release provisions of the Settlement Agreement and of this injunction, as
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1 they may deem appropriate. The Court finds that issuance of this permanent injunction is
 2 necessary and appropriate in the aid of the Court's jurisdiction over the action and its judgments.

3 **12. Attorneys' Fees and Litigation Expenses.** The Court orders that Class Counsel
 4 is entitled to reasonable attorneys' fees and litigation expenses incurred in connection with the
 5 action and in reaching this Settlement in the amount of \$250,000, to be paid at the time and in
 6 the manner provided in the Settlement Agreement. The fee award sought in the present case is
 7 reasonable when judged by the standards of this circuit. Defendant has agreed to not oppose
 8 Class Counsel's request for fees in the amount of \$250,000, which represents Class Counsel's
 9 lodestar with no multiplier, well within the range courts have allowed in the Ninth Circuit. The
 10 Court also finds that an award of reasonable attorneys' fees and litigation expenses is appropriate
 11 based on the private attorney general doctrine and Code of Civil Procedure § 1021.5.

12 No Named Plaintiff, or any other Class Member, shall have any obligation to pay Class
 13 Counsel any further amounts for attorneys' fees, costs, or litigation expenses in the Action. As
 14 neither of the objections was sustained, the Court further finds that no Class Member is entitled
 15 to seek or receive any further payment of attorneys' fees or litigation expenses in connection
 16 with the action.

17 The Court finds the following hourly billing rates reasonable in light of the complexity of
 18 this litigation, the work performed, Class Counsel's reputation, experience, competence, and the
 19 prevailing billing rates for comparably complex work by comparably-qualified counsel in the
 20 relevant market:

- 21 1. For Ronald A. Marron, \$745 per hour;
- 22 2. For Beatrice Skye Resendes and Alexis Wood, \$475 per hour; and
- 23 3. For Kas Gallucci, \$450 per hour;
- 24 4. For Marshall Lurtz, William Richards, Beth Goodman and Erin Minelli, \$440 per
 25 hour;
- 26 5. For Danielle Eisner, \$290 per hour;

1 6. For paralegals/legal assistants, specifically, Amanda Beamer, Katherine Scott,
2 Noemi Perez Lara and Stephanie Ozomaro, \$215 per hour; and

3 7. For future attorney time (time expended after the fee motion was filed), a blended
4 rate of \$440 per hour.

5 Two other courts – one federal and one state - have recently approved these same hourly
6 rates in Senna Leaf cases that settled on behalf of a class and raised similar claims. *See* Marron
7 Decl., filed October 30, 2015, Exs. 2 & 3. The hourly billing rates for work performed by
8 paralegals and law clerks, requested by the Marron Firm, is likewise reasonable. Paralegal time,
9 which is normally billed to fee-paying clients, is properly included and reimbursable under a
10 lodestar analysis. *See, e.g., United Steelworkers v. Phelps Dodge Corp.*, 896 F. 2d 403, 407-408
11 (9th Cir. 1990). None of Mr. Marron’s law clerks or other staff members are volunteers; each
12 are paid an hourly rate or salary. Marron Decl. ¶ 2. Accordingly, Mr. Marron put his own
13 resources at risk for over a year this case has been pending, enhancing the appropriateness of the
14 fee award sought. *See id.*

15 The time declared to have been expended by Class Counsel is reasonable in amount in
16 view of the complexity and subject matter of this litigation, the skill and diligence with which it
17 has been prosecuted and defended, and the quality of the result obtained for the Class.

18 Based on the declaration of Class Counsel submitted in support of the Fee Motion, the
19 Court finds that Class Counsel have incurred out-of-pocket litigation expenses (paid and un-
20 reimbursed, or currently due) at the time the fee motion was filed (exclusive of costs to brief and
21 attend final approval) in the amount of \$3,276.22, that said expenses were of a nature typically
22 billed to fee-paying clients, and that said expenses are recoverable or were reasonable and
23 necessary to the prosecution of this action in light of the extent of proceedings both on and off
24 the Court’s docket, the complexity of the legal and factual issues in the case, the amount at stake
25 in this litigation, and the vigorous efforts of counsel for all Parties herein. The Court finds these
26 expenses are reasonable in this case, and shall be included as part of the \$250,000 awarded to
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1 Class Counsel, to be paid by Defendant in the time and manner provided in the Settlement
2 Agreement.

3 **13. Class Representative's Incentive.** The named Plaintiff in this action, which the
4 Court appointed Class Representative in its Preliminary Approval Order, has actively
5 participated in and assisted Class Counsel with this litigation for the substantial benefit of the
6 Class. Ms. Johnson waived her right to pursue potential individual claims or relief in the Action.
7 Apart from the requested incentive, Ms. Johnson will receive no settlement payments or benefits
8 of any nature, other than the injunctive relief available to the Class generally. The Court hereby
9 approves incentive awards for Ms. Johnson, to be paid by Defendant at the time and in the
10 manner provided in the Settlement Agreement. The amount of the incentive award shall be
11 \$1,500. Ms. Johnson was actively involved throughout the Litigation and contributed significant
12 time and expense in seeing this action to fruition. The Court approves this incentive payment to
13 compensate the Class Representative for the burdens of her active involvement in the Litigation
14 and her commitment and effort on behalf of the Class.

15 **14. Class Member Objections.** The Court has considered the letters submitted by
16 John Hall and Arthur Uribe seeking monetary compensation, which letters the Court construes as
17 objections to the Settlement. For the reasons stated on the record at the hearing conducted
18 November 13, 2015, the Court overrules the objections.

19 **15. Modification of Settlement Agreement.** The Parties are hereby authorized,
20 without needing further approval from the Court, to agree to and adopt such amendments to, and
21 modifications and expansions of, the Settlement Agreement, if such changes are consistent with
22 this Order and do not limit the rights of any person or Class Member entitled to relief under this
23 Agreement.

24 **16. Enforcement of Settlement.** Nothing in this Final Order shall preclude any
25 action to enforce or interpret the terms of the Settlement. Any action to enforce or interpret the
26 terms of the Settlement shall be brought solely in this Court.

1 **17. Retention of Jurisdiction.** The Court expressly retains continuing jurisdiction as
2 to all matters relating to the Settlement, and this Final Order, and for any other necessary and
3 appropriate purpose. Without limiting the foregoing, the Court retains continuing jurisdiction
4 over all aspects of this case including but not limited to any modification, interpretation,
5 administration, implementation, effectuation, and enforcement of the Settlement, the
6 administration of the Settlement and Settlement relief, including notices, payments, and benefits
7 thereunder, the Settlement Notice and sufficiency thereof, any objection to the Settlement, any
8 request for exclusion from the certified Class, the adequacy of representation by Class Counsel
9 and/or the Class Representative, the amount of attorneys' fees and litigation expenses to be
10 awarded Class Counsel, the amount of any incentives to be paid to the Class Representative, any
11 claim by any person or entity relating to the representation of the Class by Class Counsel, to
12 enforce the release and injunction provisions of the Settlement and of this Order, any remand
13 after appeal or denial of any appellate challenge, any collateral challenge made regarding any
14 matter related to this litigation or this Settlement or the conduct of any party or counsel relating
15 to this litigation or this Settlement, and all other issues related to this action and Settlement.
16 Further, the Court retains continuing jurisdiction to enter any other necessary or appropriate
17 orders to protect and effectuate the Court's retention of continuing jurisdiction provided that
18 nothing in this paragraph is intended to restrict the ability of the Parties to exercise their rights
19 under the Settlement Agreement.

20 **18. No Admissions.** This Final Order and Judgment and the Settlement, all
21 provisions herein or therein, all other documents referred to herein or therein, any actions taken
22 to carry out this Final Order and Judgment and the Settlement, and any negotiations, statements,
23 or proceedings relating to them in any shall not be construed as, offered as, received as, used as,
24 or deemed to be evidence of any kind, including in this Action, any other action, or in any other
25 judicial, administrative, regulatory, or other proceeding, except for purposes of obtaining
26 approval of the Settlement and the entry of judgment in the Action, enforcement or
27 implementation of the Settlement, or to support any defense by Defendant based on principles of
28

1 res judicata, collateral estoppel, release, waiver, good-faith settlement, judgment bar or
2 reduction, full faith and credit, setoff, or any other theory of claim preclusion, issue preclusion,
3 release, injunction, or similar defense or counterclaim to the extent allowed by law. Neither the
4 Settlement Agreement nor any related negotiations, statements, mediation positions, notes,
5 drafts, outlines, memoranda of understanding, or Court filings or proceedings relating to the
6 Settlement or Settlement approval, shall be construed as, offered as, received as, used as, or
7 deemed to be evidence or an admission or concession by any person, including but not limited to,
8 of any liability or wrongdoing whatsoever on the part of Defendant or as a waiver by Defendant
9 of any applicable defense, including without limitation any applicable statute of limitation.

10 **19. Dismissal of Action.** This action, including all individual and Class claims
11 resolved in it, shall be dismissed on the merits and with prejudice, without an award of attorneys'
12 fees or costs to any party except as provided in this Order.

13 **IT IS SO ORDERED.**

14
15 DATED: November 16, 2015


The Honorable Maxine M. Chesney
UNITED STATES DISTRICT JUDGE